| TRANSMIT | ГŢÁL SLIP | DATE | • |
|---------------|------------------|-------------|-----------|
| TO: 0L0 | 2 | | |
| ROOM NO. | BUILDING | | |
| REMARKS: | No comm | ent. | wey |
| FROM: | AI/DD |)A | |
| ROOM NO. | BUILDING | | EXTENSION |
| FORM NO . 241 | REPLACES FORM 36 | | (4 |

Approved For Release 2004/10/12 : CIA-RDP81M00980R001500040033-6

| | SENDER WILL CH | IECK CI | LASSIFICATION | TOF | ONA | 80 | TTOM |
|----------|--|--|--------------------|--------------|--------------|------------|---------|
| | UNCLASSIFIE |) | CONFIDE | NTIA | L | \perp I | SECRE |
| | OFF | CIAL | ROUTING | G SI | LIP | | |
| то | A NAME AN | DOA OF | RESS | | DATE | | INITIAL |
| 1 | Legli | I TIJ | 2 | <u> </u> | · | | |
| 2 | | | • | | | | |
| 3 | | | | ļ | | | |
| 4 | | | | | | | |
| 5 | | ©. | | | | | ver |
| 6 | OF THE PARTY OF TH | The global Property and the same | | | | | |
| 8 A | ACTION | [| DIRECT REPLY | <u> </u> | PREP | ARE | REPLY |
| | | | DISPATCH RECOM | | 2 24 26 | MENDATION | |
| <i>y</i> | APPROVAL | | | | WEGO. | 141 LA | |
| | COMMENT | | FILE | | RETU | | |
| Ren | COMMENT CONCURRENCE | | FILE HFORMATION | 00 | RETU SIGN | an Atur | Ε |
| Ren | COMMENT CONCURRENCE | | FILE HFORMATION | 06 | RETU SIGN | an Atur | Ε |
| Ren | COMMENT CONCURRENCE | | FILE HFORMATION | | RETU | an Atur | Ε |
| Ren | COMMENT CONCURRENCE | | FILE HFORMATION | | RETU SIGN | an Atur | |
| Ren | COMMENT CONCURRENCE | | FILE HFORMATION | | RETU | an Atur | Ε |

Approved For Release 2004/10/12 : CIA-RDP81M00980R001500040033-6 R A F T

941158-LCD-78-125

DRAFT OF A PROPOSED REPORT

IMPROVED OVERSIGHT NEEDED TO EVALUATE THE CLASSIFICATION OF NATIONAL SECURITY INFORMATION

NOTICE-THIS DRAFT RESTRICTED TO OFFICIAL USE

This document is a *draft* of a proposed report of the General Accounting Office. It was prepared by GAO's staff as a basis for obtaining advance review and comment by those having responsibilities concerning the subjects discussed in the draft. It has *not* been fully reviewed within GAO and is, therefore, subject to revision.

Recipients of this draft must not show or release its contents for purposes other than official review and comment under any circumstances. At all times it must be safeguarded to prevent publication or other improper disclosure of the information contained therein. This draft and all copies thereof *remain the property of*, and must be returned on demand to, the General Accounting Office.

PREPARED
BY THE STAFF
OF THE
U.S. GENERAL ACCOUNTING OFFICE

OCT 1978

Approved For Release 2004/10/12: CIA-RDP81M00980R001500040033-6



UNITED STATES GENERAL ACCOUNTING OFFICE WASHINGTON, D.C. 20548

LOGISTICS AND COMMUNICATIONS DIVISION

OCT 3 1 1978

The Honorable Joel W. Solomon Administrator General Services Administration

Dear Mr. Solomon:

Enclosed are four copies of our draft report to the Congress on "Improved Oversight Needed to Evaluate the Classification of National Security Information" which was requested by the following congressional committees.

Subcommittee on Priorities and Economy in Government
Joint Economic Committee

Subcommittee on Intergovernmental Relations Senate Committee on Governmental Affairs

Subcommittee on Government Information and Individual Rights
House Committee on Government Operations

Because of our commitment to the committees to issue the report before the December 1 effective date of Executive Order 12065, we are not requesting formal comments on the draft report. However, if you or your representatives wish to discuss specific points in the draft report, please call Mr. Robert M. Gilroy or Mr. Irving T. Boker at 275-6531 within 10 days of the date of this letter.

We call your attention to the notice stamped on the cover of the draft report regarding the limitations on the use of the report and the need for safeguards to prevent

Approved For Release 2004/10/12: CIA-RDP81M00980R001500040033-6

its premature or unauthorized use. All copies of the draft report belong, and must be returned on demand, to the General Accounting Office.

Sincerely yours,

R. W. Gutmann

Director

Enclosures-4

cc: Director of Audits-8

CONTENTS

| | | Page |
|---------|---|------|
| DIGEST | | i |
| CHAPTER | | |
| 1 | INTRODUCTION | 1 |
| | Congressional interest in classification | 5 |
| | procedures | 6 |
| | Scope of review Organization of report | 7 |
| | Organización de Edpos | |
| 2 | PROGRAM MONITORING BY THE INTERAGENCY | 0 |
| | CLASSIFICATION REVIEW COMMITTEE | 8 |
| | Statistical reporting system | 8 |
| | Staff visits to agencies | 11 |
| | Seminars | 13 |
| 3 | AGENCIES NOT COMPLYING WITH NATIONAL | |
| 3 | SECURITY COUNCIL DIRECTIVE | 15 |
| | Statistical reports | 15 |
| | Classification actions | 15 |
| | Declassification categories assigned | đ |
| | to classification actions | 20 |
| | Classification abuses | 22 |
| | Authorized classifiers | 24 |
| | Data index system | 27 |
| | Defense opposition to data index | |
| | system | 29 |
| | Annual physical inventory of top | |
| • | secret material | 33 |
| 4 | WILL EXECUTIVE ORDER 12065 CORRECT | |
| 4 | DEFICIENCIES IN THE IMPLEMENTATION | |
| | OF EXECUTIVE ORDER 11652? | 38 |
| | Responsibility for program | |
| | implementation and monitoring | 38 |
| | Recommendations | 41 |
| | Agency activity reports | 42 |
| • | Recommendations | 44 |
| | Classification guides to be used | |
| | as classification authority | 44 |
| | Recommendation | 47 |

Approved For Release 2004/10/12 : CIA-RDP81M00980R001500040033-6

DRAFT

ABBREVIATIONS

GAO General Accounting Office

ICRC Interagency Classification Review Committee

Next 55 Page(s) In Document Exempt